GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:1894
ANSWERED ON:13.03.2007
SICK INDUSTRIES
Murmu Shri Rupchand

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Ministry has held any meeting with the officials of West Bengal to revive sick industries in the State ;

(b) if so, the details thereof and the outcome thereof; and

(c) the steps taken by the Government in this regard?

Answer

THE MINISTER OF THE STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI ASHWANI KUMAR)

(a) : No, Sir. However, whenever officials of the concerned States have any issues requiring the consideration of and initiative by this department to revive sick units in their respective states, such discussions are welcome and encouraged.

(b) : Does not arise.

(c) : Besides providing a policy regime that facilitates and fosters growth and development of industries, steps taken for revival of sick industrial units, inter-alia, include setting up of Board for Industrial and Financial Reconstruction (BIFR) and issue of guidelines by Reserve Bank of India to banks for financial support and amalgamation of sick units with healthy units. Wherever feasible rehabilitation schemes are sanctioned for the revival of the units registered with the BIFR which, inter alia, include restructuring of the capital, induction of fresh funds by the promoters, Government assistance for public sector units, merger with other companies, relief and concessions in the form of rescheduling of dues by Financial Institutions, banks and Government and change of management.